

ORIGINAL

CITIZENS UTILITIES COMPANY

Supersedes Original Sheet No. 6
Sheet No.

SCHEDULE NO. A-2
OUTSIDE PLANT FACILITIES (continued)

RATES (continued)

Monthly S&E
Rate Code

A2 Recurring facility rates (continued)

B2 Answering bureau patron line mileage

C1 Same rates as E1 and E2 above

B3 Foreign Exchange Service

C1 Each business and residence one-party
access line, multiline access line,
and PBX trunkline in local exchange

D1 The closed end of a foreign exchange network access
line service will be billed voice grade special
access service rates as shown in Section 7 of the
intrastate Access Service tariff.

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Robert S. Crum
Vice President

Effective: DECEMBER 1, 1994

Western Region Telephone Operations
8920 Emerald Park Drive, Elk Grove, CA 95624

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DECISION #: 58819

ORIGINAL

CITIZENS UTILITIES COMPANY

Supersedes Original Sheet No. 7
Sheet No.

SCHEDULE NO. A-2
OUTSIDE PLANT FACILITIES (continued)

CONDITIONS

A1 Nonrecurring facility charges

B1 General

- C1 Charges under this schedule are for facility extensions to prevent the unreasonable burdening of the general body of existing customers.
- C2 Charges in this schedule are:
 - D1 Applicable to aerial and underground facilities whether utility or jointly owned or rented and to all classes, types and grades of service.
- C3 All outside plant facilities will be owned and maintained by the utility. The applicant or subdivider/developer, however, if mutual agreement is made with the utility, may clear the right-of-way, furnish and install the underground supporting structure or open and close a trench for buried services, all in accordance with the utility's construction specifications. The utility in these cases will furnish and install the fixtures and wire or cable at its expense. Ownership of facilities, structures, etc., so provided by applicant shall be vested to the utility.
- C4 Nonrecurring charges under this schedule are payable in advance and are not refundable except as specified in CONDITION A1 B7 C2.

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ORIGINAL

CITIZENS UTILITIES COMPANY

Supersedes Original Sheet No. 8
Sheet No.

SCHEDULE NO. A-2
OUTSIDE PLANT FACILITIES (continued)

CONDITIONS (continued)

A1 Nonrecurring facility charges (continued)

B2 Measurement of extensions to plant facilities

C1 The distance (excluding the length of aerial and buried dropwire, if any) for determining free footage and charge is measured from the point of connection at the existing distribution facility to the point of connection (local protector) with the interior wiring at the building being served. The free footage portion on private property, 2/10 mile, is deducted from the total free footage to determine the remaining free footage along public roads.

C2 Where the proposed route over private property will be part of the route to serve two or more customers, or where, at the utility's option, the route will be on private property rather than on public roads, such routes will be treated as being on public roads.

B3 Actual cost determination

C1 In those circumstances where extensions to outside plant facilities exceed 5/10 mile (exceeding the free footage allowance), beyond that 5/10 mile the customer, in addition to any material or labor to be furnished by him, will pay in advance the estimated total cost of the utility's construction as prescribed in a contract executed between the utility and the customer.

C2 Should the amount advanced by the customer exceed the actual cost, a refund will be made within 60 days after completion of the utility's construction.

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ORIGINAL

CITIZENS UTILITIES COMPANY

Supersedes Original Sheet No. 9
Sheet No.

SCHEDULE NO. A-2
OUTSIDE PLANT FACILITIES (continued)

CONDITIONS (continued)

A1 Nonrecurring facility charges (continued)

B3 Actual cost determination (Cont'd)

- C3 In no instance will the utility charge more than the actual cost at the closing of the job order.
- C4 When the construction provided includes provisions for additional future customers (at utility option), the charges assessed to current applicants shall be based upon a proration of cost to their services, and not based upon the actual total of the job order.

- B4 In those instances where outside plant construction involves unusual conditions, such as, unusual terrain or where extraordinary charges applicable to government land crossings, forestry permits, etc., are involved, a departure from the rates and conditions specified in this schedule may be made on behalf of the utility.

- C2 In those instances where the customer requested type of construction differs from that normally provided by the utility, the customer will bear any additional actual cost or savings associated with the construction. Such concurrence with the customer request will only be provided in accordance with standard utility construction specification.
- C3 When the application of this schedule appears impracticable or unjust, the utility or the customer may refer the matter to the Arizona State Corporations commission for special ruling or for approval of mutually agreed upon special conditions prior to commencing construction.

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CITIZENS UTILITIES COMPANY

Original Sheet No. 10
Supersedes _____ Sheet No. _____

SCHEDULE NO. A-2
OUTSIDE PLANT FACILITIES (continued)

CONDITIONS (continued)

A1 Nonrecurring facility charges (continued)

B5 Collective application and grouping of applicants

- C1** When construction is required to serve a new applicant, a survey is made of all prospects who might be served from the new construction or an extension thereof and who might benefit by being included in the project. Allowances are made only for those prospective customers signing contracts for service at the time the project is initiated.
- C2** All applicants are grouped in a single project when there is no more than one-half mile of construction between successive applicants. Separate projects are established whenever the construction between any two successive applicants exceeds one-half mile.
- C3** An applicant at any premises receives only one single outside plant facility extension allowance regardless of the number of services ordered at that premises.
- C4** No applicant is required to pay a higher charge than he would if the project were established for him alone.

B6 Temporary or speculative projects

- C1** Outside plant facilities to provide service to an applicant engaged in temporary or speculative projects shall be provided in accordance with terms specified in a contract executed between the customer and the utility.

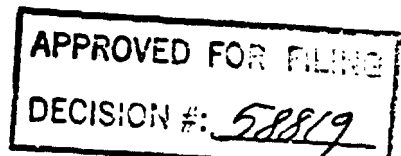
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Western Region Telephone Operations
8920 Emerald Park Drive, Elk Grove, CA 95624

Continued



ORIGINAL

CITIZENS UTILITIES COMPANY

Original Sheet No. 11
Supersedes _____ Sheet No. _____

SCHEDULE NO. A-2
OUTSIDE PLANT FACILITIES (continued)

CONDITIONS (continued)

A1 Nonrecurring facility charges (continued)

B6 Temporary or speculative projects (Cont'd)

C2 Charges for such a temporary or speculative project may include the construction and removal of telephone facilities.

B7 Outside plant extensions serving real estate subdivisions when subdivider/developer elects to pay all applicable costs.

C1 For the purpose of this schedule, a subdivision or real estate development is improved or unimproved land under a definite plan of development wherein it can be shown that there are reasonable prospects within the next three years for four or more customers for nontemporary main telephones and/or PBX trunk line services.

C2 All charges for costs within the area will be billed to the subdeveloper per a signed contract. When, within the first three-year period after completion of construction, the subdivider/developer has 75% occupancy with telephone service capacity provided, the utility will refund the advance made by the subdivider. If customer(s) disconnect within the three-year period, the customer(s) will not be included in the seventy-five percent (75%) fill requirement. No interest will be paid on such advances.

C3 There will be no additional line extension charges to customers who establish service for any portion of the facilities advance/refund to the developer/subdivider.

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Western Region Telephone Operations
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ORIGINAL

CITIZENS UTILITIES COMPANY

Original Sheet No. 12
Supersedes _____ Sheet No. _____

SCHEDULE NO. A-2
OUTSIDE PLANT FACILITIES (continued)

CONDITIONS (continued)

A1 Nonrecurring facility charges (continued)

B7 Outside plant extensions serving real estate subdivisions when subdivider/developer elects to pay all applicable costs. (Cont'd)

C4 Should the developer/subdivider fail to provide for the distribution facilities as provided for in this conditions, customers residing in the completed subdivision would be treated as either individual or collectively grouped applicants, as applicable.

B8 Charges to subsequent applicants

C1 When a subsequent applicant is secured who can be served from an existing project within three years of initial date of same project, the new applicant will pay an equal portion of the facility charge as paid by the original applicants to that project. If new or additional facilities are required to provide the service, Condition A1B3 will apply.

B9 Reuse of facilities

C1 When a customer discontinues service and service is reestablished for a new applicant at the same location, no adjustment or refund in charges will be made to the original customer, nor will the new applicant be required to pay additional charges where facilities are in place.

C2 Where a customer is disconnected for any reason and subsequently reapplies for service from the same premises, the customer will not be required to pay any additional plant extension charges in addition to his total original obligation.

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Western Region Telephone Operations
8920 Emerald Park Drive, Elk Grove, CA 95624

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SCHEDULE NO. A-2
OUTSIDE PLANT FACILITIES (continued)

CONDITIONS (continued)

A1 Nonrecurring facility charges (continued)

B10 Reinforcements to existing facilities

- C1 When services are ordered but facilities are not available due to utilization of existing plant facilities, nonrecurring facility charges may apply under the following circumstances.
- D1 If the utility has a planned reinforcement for the route within a reasonable period of time, but the customers require service in advance of planned completion date.
 - D2 If the quantity of services ordered exceeds the "normal" use of such services at the premises, such as Telephone Answering Service.
 - D3 Where such facilities were initially provided under an REA construction program, but the applicant initially did not apply for service within a reasonable period of availability and such facilities have been used for other new applicants.
 - D4 When a customer requests a grade of service higher than the outside BRA suburban flat rate service offered in that exchange.

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CITIZENS UTILITIES COMPANY

Original Sheet No. 14
Supersedes _____ Sheet No. _____

SCHEDULE NO. A-2
OUTSIDE PLANT FACILITIES (continued)

CONDITIONS (continued)

A1 Nonrecurring facility charges (continued)

B11 Service provided to movable premises

C1 When service is provided to movable premises by means of aerial plant, the customer shall provide a treated clearance pole which they will place, own and maintain. However, if the customer elects, the utility will place, own and maintain the pole and bill the customer the cost of placing the pole.

C2 The clearance pole must comply with specifications determined to be applicable by the utility.

C3 Trenching is required for buried facilities (drop wire) from the pole to the protector on the movable premises.

B12 Disconnects

When one or more customers on a project disconnect within the three-year term, no refund is made of the nonrecurring facility charge to the disconnected customers. Charges to remaining customers are not affected by disconnects.

B13 Nonrecurring facility charges do not apply to.

C1 REA-financed construction

D1 The utility shall serve all persons included in the project for which the loan is made, to a maximum practical extent, without payment by said persons of any contribution in aid of construction for the lowest grade of service offered in each central office area.

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Vice President

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Western Region Telephone Operations
8920 Emerald Park Drive, Elk Grove, CA 95624

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ORIGINAL

CITIZENS UTILITIES COMPANY

Original Sheet No. 15
Supersedes _____ Sheet No. _____

SCHEDULE NO. A-2
OUTSIDE PLANT FACILITIES (continued)

CONDITIONS (continued)

A1 Nonrecurring facility charges (continued)

B14 Move or change of outside plant facilities at customer's request.

C1 When a customer requests that outside plant facilities located on that customer's property be moved or changed the utility will charge the customer the actual cost incurred by such a move or change. The utility reserves the right to approve or deny any such requests.

A2 Recurring Facility Rates

B1 Recurring facility rates apply to the air line distances measured between the terminals of the telephone located off the premises of the associated service or PBX switchboard, and are in addition to other rates applicable to these services.

B2 No recurring facility rate is applicable to telephone service located within 300 feet or less, air line measurement, from a primary set, key system equipment cabinet, or private branch exchange attendant's position.

A3 Answering bureau patron lines are measured from the terminal or bridging point (CO), which ever is shorter, to the customer's telephone.

A4 The patron is the line from the telephone answering bureau's switchboard to the customer's telephone.

Continued
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Western Region Telephone Operations
8920 Emerald Park Drive, Elk Grove, CA 95624

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DECISION #: 58819

Issued: 10-18-95

Effective: 11-20-95

4. CONSTRUCTION CHARGES AND OTHER SPECIAL CHARGES

4.1 GENERAL

- A. Reasonable rates and charges involve consideration of costs and the degree of risk associated with furnishing telephone service. Certain situations involve substantial extra cost or risk, e.g., the facilities required will be temporary; facilities are ordered in advance of actual customer demand for service; unusual costs are involved in furnishing the service or facilities; exchange service is ordered for areas where the telephone facilities are not available.
- B. The provision of telephone service may require the payment of a construction, zone connection, facility or temporary development charge by the customer ordering telephone service or requesting facilities. This charge is in addition to the regular rates, nonrecurring and installation charges applicable for the exchange service provided.
- C. Applicants requesting service at locations that have been served previously will not be assessed construction charges. Construction charges will be associated with the premises for which they were established rather than the customer. Credit for construction charges will not be transferred from one premises to another.
- D. The Company shall not be required to provide facilities, at the request of a developer, within new areas of land development which meet any of the conditions listed in 4.4.1, following, unless a contract is signed and a facility charge (refundable) is provided by the developer.
- E. Advance payments or deposits for exchange service, if required under the regulations contained in Section 2 of this Tariff, shall be paid at the time agreement is made between the applicant and the Company to provide such exchange service.
- F. With approval of the Company, arrangements may be made for the payment of construction, and/or zone connection charges in monthly installments spread over a reasonable period, generally not to exceed one year. All unpaid installments become due upon termination of service.
- G. With approval of the Company, a customer may furnish material, transportation, labor, board or lodging as all or part payment of the charge in lieu of cash.
- H. The ownership of any pole line, circuit or other facilities provided wholly or in part at the expense of an applicant under this Tariff shall at all times be vested exclusively in the Company or another company with which the Company has a joint agreement.

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Effective: 11-20-95

4. CONSTRUCTION CHARGES AND OTHER SPECIAL CHARGES

4.1 GENERAL (Cont'd)

- I. Except as otherwise provided herein, the terms and conditions in this Tariff contemplate that the type of construction required to provide the quantity and grade of telephone service involved will be determined by the Company. The customer will be required to pay the added costs involved when a different type of construction than that proposed by the Company is desired.
- J. Where applicants are so located that it is necessary or desirable to use private and/or government right-of-way to furnish service, such applicants may be required to provide or pay the cost of providing such right-of-way in addition to any applicable charges.
- K. All necessary construction will be undertaken at the discretion of the Company consistent with budgetary responsibilities and consideration for the impact on the general body of customers, but in no case more than six months after the request for service necessitating the construction. The Company bears all responsibility for informing customers on a timely basis of all conditions necessary to establish service.
- L. Service station customers who request local exchange service will be classed as new applicants for the application of construction and zone connection charges. New service station customers will be assessed the appropriate construction and/or zone connection charges applicable at the point of connection.
- M. When construction is required to serve a new applicant, the Company will take whatever steps necessary to determine all prospects who may desire to be served from the new construction or an extension. Only those prospects having signed a line extension contract will be included in the project. All applicants are grouped in a single project when there is no more than one mile of construction between successive applicants and the terrain makes it economically reasonable for the applicants. Separate projects are established whenever the construction between any two consecutive applicants exceeds one mile. Two or more projects are combined whenever this results in lower charges (or no increase in charges) for the applicants in the preceding project.

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4. CONSTRUCTION CHARGES AND OTHER SPECIAL CHARGES

4.2 CONSTRUCTION ON PUBLIC HIGHWAYS OR OTHER EASEMENTS

4.2.1 ZONE CONNECTION CHARGES

- A. Zone Connection Charges will generally enable the Company to provide service to new customers outside base rate areas by helping to reduce the burden placed on the general body of customers. Additional rural construction charges may also apply as specified in 4.2.2.
- B. Zone Connection Charges will apply to each main station service or line (trunk, etc.) extended beyond the base rate area the first time service is established at a given location or for additional main station services or lines and are in addition to any appropriate nonrecurring charges.
- C. Applicants requesting service at locations that have been served previously will not be assessed a Zone Connection Charge.
- D. Zone Connection Charges will not be applied for regrades of existing service.
- E. Zone Connection Charges are as follows:

CHARGE

- Zone Connection Charges for all grades of service \$53.30

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Effective: 11-20-95

4. CONSTRUCTION CHARGES AND OTHER SPECIAL CHARGES

4.2 CONSTRUCTION ON PUBLIC HIGHWAYS OR OTHER EASEMENTS (Cont'd)

4.2.2 ADDITIONAL RURAL CONSTRUCTION CHARGES

A. Additional rural construction charges may apply as specified herein.

1. Costs for existing facilities will be determined in the following manner:

- a. A Telephone Plant Index (TPI) translator, specific to the type and vintage year of plant involved, will be applied to the current construction costs for the existing circuit to calculate the original cost of the circuit.
- b. A depreciation factor, specific to the type and vintage year of plant involved, will be applied to the original cost determined in a., to calculate at net book cost, or original construction cost less accrued depreciation.

2. Additional construction charges will be determined as follows:

- a. Any additional construction charges to the rural customer will not exceed the customer's pro rata share of original construction costs, less accrued depreciation, on existing facilities, as determined in 1., preceding, plus the customer's pro rata share of the construction costs of new facilities, less a credit of the lesser of \$3,000 or the sum of the aforementioned costs. The construction charges specified herein are in addition to the Zone Connection Charges in 4.2.1.

Original A.C.C. SHEET NO. AC-41

Cancelling A.C.C. SHEET NO.

ARIZONA

SCHEDULE NO. AC

RULE NO. 13

OUTSIDE PLANT FACILITIES AND SERVICE CONNECTIONS

A1 General

- B1 Except as otherwise provided in these Rules, the utility will, at its expense, construct, own and maintain all outside plant facilities necessary to serve applicants in accordance with its rates, rules, and current construction standards, provided dedicated streets are available or acceptable easements can be obtained without charge or condemnation.
- B2 Where an applicant requests a route or type of construction which is feasible but differs from that determined by the utility, he will be required to pay the estimated additional cost involved.
- B3 In lieu of all or part of the payment in B2 above, the applicant may furnish such materials or perform such work as may be mutually agreed between the utility and the applicant. Upon acceptance by the utility, ownership of any materials so furnished shall vest in the utility except that portion of underground supporting structures located on private property.
- B4 Charges for extending outside plant facilities and service connections in suburban areas are set forth in Schedule No. A-2.
- B5 Outside plant facilities and service connection provisions for temporary or speculative service are set forth in Rule No. 11.
- B6 Where its own operating conditions warrant, the utility will extend and maintain its outside plant facilities underground at its expense.
- B7 If an applicant elects to be served by aerial electrical facilities which are not in violation of a legal prohibition imposed by a municipality, the Arizona Corporation Commission, or other governmental agency having jurisdiction, the utility is not obligated to construct underground.

(continued)

Advice Letter No. 142

Issued By

Date Filed OCT. 31, 1986

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Regional Director

Effective

Original A.C.C. SHEET NO. AC-42

Cancelling _____ A.C.C. SHEET NO. _____

ARIZONA

SCHEDULE NO. AC

RULE NO. 13

OUTSIDE PLANT FACILITIES AND SERVICE CONNECTIONS (continued)

A1 General (continued)

B8 Only underground outside plant facilities and service connections will be constructed to and within the following types of new subdivisions (as defined in Rule No. 1) or new real estate developments; i.e., projects which do not satisfy the density requirement for a subdivision. (See B7 above and B9 below.)

C1 Five or more lots for single-family and/or multi-family dwellings; unless

D1 The minimum parcel size within the new residential subdivision or real estate development, identifiable by a map filed with the local governmental authority is three acres and the applicant for the extension to outside plant facilities shows that all of the following conditions exist

E1 Local ordinances do not require underground construction.

E2 Local ordinances or land use policies do not permit further division of the parcels involved so that parcel sizes less than three acres can be formed.

E3 Local ordinances or deed restrictions do not allow more than one single-family dwelling or accommodation on each parcel or any portion of a parcel of less than three acres.

(continued)

OriginalA.C.C. SHEET NO. AC-43

Cancelling _____

A.C.C. SHEET NO. _____

ARIZONA

SCHEDULE NO. AC

RULE NO. 13

OUTSIDE PLANT FACILITIES AND SERVICE CONNECTIONS (continued)

A1 General (continued)

B8 (continued)

C1 (continued)

D1 (continued)

E4 New aerial plant extensions and service connections constructed to or within a residential subdivision or real estate development would not be in proximity to,* and visible from,* a designated scenic highway, state or national park, or other area determined by a governmental agency to be of unusual scenic interest to the general public.

E5 Exceptional circumstances do not exist which in the utility's opinion warrant the installation of extension to underground plant and service connection facilities. Whenever the utility invokes this provision, the circumstances shall be described promptly in a letter to the Arizona Corporation Commission, with a copy to the applicant.

E6 The utility does not elect to install the plant underground for its own operating convenience. Whenever the utility elects to install the plant underground for its operating convenience, the extra cost compared with overhead shall be borne by the utility.

* "In proximity to" shall mean within 1,000 feet from each edge of the right-of-way of designated state scenic highways and from the boundaries of designated parks and scenic areas. "Visible from" shall mean that overhead distribution facilities could be seen by motorists or pedestrians traveling along scenic highways or visiting parks or scenic areas.

(continued)

OriginalA.C.C. SHEET NO. AC-44

Cancelling

A.C.C. SHEET NO. _____

ARIZONA

SCHEDULE NO. AC

RULE NO. 13

OUTSIDE PLANT FACILITIES AND SERVICE CONNECTIONS (continued)

A1 General (continued)

B8 (continued)

C2 Five or more dwelling units in two or more buildings located on a single parcel of land.

C3 Two or more enterprises on a single parcel or on two or more contiguous parcels of land; where each enterprise is to be engaged in trade, the furnishing of services, or a process which creates a product or changes materials into another form or product (e.g., shopping centers; sales, commercial or industrial enterprises; business offices; professional offices; educational or government complexes; shops; and factories).

B9 In exceptional circumstances, when the application of these rules appears impractical or unjust, the utility or the applicant may refer the matter to the Arizona Corporation Commission for special ruling or for approval of mutually agreed upon special conditions prior to commencing construction.

B10 Any applicant for service requesting the utility to prepare detailed plans, specifications, or cost estimates of construction, for commercial and residential multi-unit projects or real estate subdivisions will be required to deposit with the utility an amount equal to the cost of preparation. The utility shall provide the requested documents within 90 days after receipt of deposit.

C1 When the applicant authorizes the utility to proceed with the construction of the project, the deposit shall be credited to the project cost, otherwise cost of preparation for services stated above will be retained by the utility.

(continued)

Advice Letter No. 142

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ARIZONA

SCHEDULE NO. AC

RULE NO. 13

OUTSIDE PLANT FACILITIES AND SERVICE CONNECTIONS (continued)

A2 Aerial plant extensions

Aerial plant extensions will be constructed at the utility's expense subject to the general provisions in A1 above.

A3 Underground plant extensions

B1 Within new subdivisions in their entirety where all requirements will be for residential service or where buried cable is to be used for plant facilities.

C1 The utility will construct underground plant facilities at its expense. Trenches will be occupied jointly, where economy dictates. The applicant will perform or pay for all necessary trenching and backfilling required (includes all items specified in Rule No. 1, Trenching Costs).

C2 The applicant will perform or pay for any pavement cutting and repaving, and for clearing the route and grading it to within six inches of final subgrade, all in time to give the utility a reasonable construction period.

B2 Within new subdivisions in their entirety where all or a portion of the requirement will be for business service and the utility determines an underground supporting structure is needed.

C1 The utility will provide the conduit material and metallic manhole covers where specified, or where mutually agreeable, the applicant may provide the conduit material to the utility's specifications and the utility will reimburse the applicant at the utility's current cost or the applicant's actual cost, whichever is less, for that type of conduit.

C2 The applicant will construct the utility's specifications and deed to the utility the complete underground supporting structure.

(Continued)

MIDVALE TELEPHONE EXCHANGE, INC.

name of utility

Original Sheet No. 44A

ARIZONA CORPORATION COMMISSION

Cancels Sheet No.

ORIGINAL

CONSTRUCTION CHARGES

1. GENERAL

Charges under this tariff are for facility extensions to prevent the unreasonable burdening of the general body of existing customers.

All plant facilities will be owned and maintained by the Company. The applicant or subdivider/developer, however, by mutual agreement with the Company, may clear the right-of-way, furnish and install the underground supporting structure or open and close a trench for buried services, all in accordance with the Company's construction specifications. The Company in these cases may furnish and install the fixtures and wire or cable at its expense. Ownership of facilities, structures, etc. so provided by applicant shall be vested in the Company.

Nonrecurring charges under this tariff are payable in advance, are non-interest bearing and are not refundable except as specified.

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DECISION #: 58048

Issue Date: October 29, 1992

Effective Date: January 1, 1993

Docket No. W-2532-89-134

By Lane Williams

ARIZONA

SCHEDULE NO. AC

RULE NO. 13

OUTSIDE PLANT FACILITIES AND SERVICE CONNECTIONS (continued)

A3 Underground plant facilities (continued)

B2 (continued)

C3 If the specifications in C2 above include transiting conduit to serve parcels outside the subdivision, the utility will provide all conduit material and reimburse the applicant his incremental cost attributable to transiting conduits in any section of the underground supporting structure. The applicant and the utility shall agree upon the amount of such reimbursement before construction begins.

C4 The utility will complete the plant facilities at its expense, subject to the provisions of C1 above, where buried cable is to be used.

C5 The applicant shall be responsible for loss, unreasonable breakage, and any liability in connection with the conduit material or manhole covers provided to the applicant by the utility.

B3 From new subdivisions to the utility's existing distribution facilities

C1 Responsibilities for the cost of construction of that portion of plant which is 200 feet or less in length and is adjacent to the boundary of a new subdivision will be the same as those within a subdivision as determined by B1 or B2 above for the type of construction employed.

C2 For the remainder of plant construction outside the boundary of a new subdivision, the applicant will pay in advance a nonrefundable amount equal to three-fourths of the estimated difference in cost between underground and aerial facilities.

(continued)

ARIZONA

SCHEDULE NO. AC

RULE NO. 13

OUTSIDE PLANT FACILITIES AND SERVICE CONNECTIONS (continued)

A3 Underground plant extensions (continued)

B4 Plant facilities to and within new real estate developments in their entirety which do not satisfy the density requirement for a subdivision, will be constructed in the manner determined in B1 through B3 above provided.

C1 The applicant will pay in advance the estimated total cost of the utility's construction. Any difference between the amount advanced and the actual cost shall be advanced or refunded, as the case may be, within 60 days after completion of the utility's construction. This adjusted advance, excluding any payments required by B1 C1 and C2, B2 C1 and C2; and B3 C2 above, is refundable as provided in C2 below.

C2 When, within the first three-year period after completion of construction, the subdivision density requirement has been met, the utility will refund the refundable advance in C1 above. If, at the end of the three-year period the subdivision density requirement has not been met, the utility will refund that portion of the refundable advance proportional to the ratio of the then permanent main telephone and PBX trunk line termination density to the subdivision density requirement. No interest will be paid on such advances.

B5 In cases other than those included in B1 through B4 above, if the applicant requests or is required to have underground plant facilities he will pay in advance three-fourths of the estimated difference in cost between underground and equivalent aerial facilities.

A4 Aerial service connections

B1 Aerial service connections from aerial distribution facilities are furnished at the utility's expense except as set forth in A1 above.

(continued)

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Issued By

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Effective

ARIZONA

SCHEDULE NO. AC

RULE NO. 13

OUTSIDE PLANT FACILITIES AND SERVICE CONNECTIONS (continued)

A4 Aerial service connections (continued)

B2 Aerial service connections from underground distribution facilities are not provided unless an applicant specifically requests such an arrangement. Such an arrangement must be feasible and permissible, in which case applicant will be required to pay in advance a nonrefundable amount equal to the estimated total cost of arranging the distribution facilities to accommodate an aerial service connection.

B3 Applicant or customer will provide and maintain a suitable point of attachment on the building housing the premises served to give clearance between the service connection wire or cable and ground and other objects as required by applicable laws, ordinances, rules or regulations of public authorities.

A5 Underground service connections

When applicant requests or is required to have underground facilities, the utility will furnish them under the following conditions.

B1 To property to be served

C1 Subdivisions

The utility will construct underground service connections without charge where right-of-way can be obtained without charge or condemnation. Where an underground plant facility is being constructed for a new real estate development as provided in A3 B4 above, the utility's cost of such underground service connections is also subject to the advance and refund provisions of A3 B4 above. Trenches will be occupied jointly, where economy dictates. The applicant will perform or pay for all necessary trenching and backfilling required (includes all items specified in Rule No. 1, Trenching Costs).

(continued)

OriginalA.C.C. SHEET NO. AC-44ECancelling A.C.C. SHEET NO.

ARIZONA

SCHEDULE NO. AC

RULE NO. 13

OUTSIDE PLANT FACILITIES AND SERVICE CONNECTIONS (continued)

A5 Underground service connections (continued)

B1 To property to be served (continued)

C2 All other cases

The utility will construct underground service connections from aerial distribution facilities upon payment in advance by the applicant of a nonrefundable amount equal to three-fourths of the estimated difference in the cost of constructing underground and equivalent aerial facilities.

B2 On property to be served

C1 Subdivisions

The utility will construct underground service connections without charge where right-of-way can be obtained without charge or condemnation. Where an underground plant facility is being constructed for a new real estate development as provided in A3 B4 above, the utility's cost of such underground service connections is also subject to the advance and refund provisions of A3 B4 above. Trenches will be occupied jointly, where economy dictates. The applicant will perform or pay for all necessary trenching and backfilling required (includes all items specified in Rule No. 1, Trenching Costs).

(continued)

ARIZONA

SCHEDULE NO. AC

RULE NO. 13

OUTSIDE PLANT FACILITIES AND SERVICE CONNECTIONS (continued)

A5 Underground service connections (continued)

B2 On property to be served (continued)

C1 Subdivisions (continued)

D1 For the purpose of this rule: A service connection (or a branch thereof) intended to serve all or a portion of one building is denoted as being "separate." Where a single service connection is intended to serve two or more buildings on one continuous property, the section extending from the property line and excluding the "separate" branches to individual buildings is denoted as the "common portion."

E1 The trench or underground supporting structure for a "separate" service connection, and for any "common portion" for which an easement acceptable to the utility (see C2 below) is not obtainable without charge or condemnation, will be provided as follows

F1 Where the utility determines that buried wire or cable is to be used for the service connection, the applicant or customer will provide the trench or pay the trenching costs. Such trench will be to the utility's plans and specifications between designated points on the building served and the boundary of the "common portion" easement, utility easement or dedicated street, as required.

(continued)